



**STEVE WESTLY**  
**California State Controller**

September 7, 2006

DOCUMENT COPY KEEP/DISCARD SONOMA COUNTY WATER AGENCY
OCT 05 2006
Orig. Filed _____
ZN/0-0-10 California Department of Finance Office of State Audits and Evaluations - Audit of SCWA Grant & Loan Contracts

Sonoma County Water Agency  
Post Office Box 11628  
Santa Rosa, CA 95406

**SUBJECT: 2004-2005 Fiscal Year Single Audit Report Certification and Audit Finding Resolution**

We completed a desk review of your single audit report for the year ended June 30, 2005. We determined that the report meets the requirements of the United States Office of Management and Budget (OMB) Circular A-133. OMB Circular A-133 prescribes the audit and reporting standards for state and local governments that expend federal awards.

OMB Circular A-133 requires federal and state funding agencies to resolve any audit findings cited in the report that may affect federal award programs. Attachment A to this letter identifies those findings that require resolution. The findings are referenced by enclosure (EN) and page number (PAGE).

OMB Circular A-133 requires also pass-through state agencies to follow up on the resolution of findings that affect federal programs administered by these agencies. The state agency referenced in the attachment will be in contact to follow up on the resolution of the applicable findings.

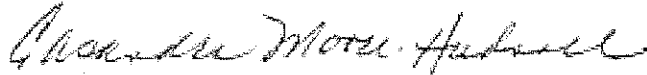
The State Controller's Office is responsible for resolving most cross-cutting findings or audit leads. A cross-cutting finding is one that affects the programs of more than one agency. If cross-cutting findings are identified in your report, our office will contact you. An audit lead is a specific issue identified in your report that may require additional investigation by federal or state agencies. Federal or state agencies may ask you to provide additional information related to the audit lead.

Your audit report may also contain general internal control findings not referenced in Attachment A. These findings do not appear to affect the federal award programs. Therefore, we have not identified them for resolution action; however, you should ensure that your audit report for the 2005-2006 fiscal year addresses the resolution of these findings.

Your audit satisfies all financial and compliance audit requirements under individual federal award programs. This does not preclude state and federal agencies from making any additional audits that are necessary to carry out their responsibilities under federal laws and regulations. State and federal agencies may contact you to arrange for additional audits.

If you have any questions regarding this letter and its attachment, please contact a member of my Single Audits staff at (916) 324-6442.

Sincerely,

A handwritten signature in cursive script, reading "Casandra Moore-Hudnall".

CASANDRA MOORE-HUDNALL, Chief  
Financial Audits Bureau  
Division of Audits

CMH:at

Attachment

cc: State Funding Agencies

**AUDIT REPORT FINDINGS – STATE AGENCIES**  
**Sonoma County Water Agency**  
**2004-2005 Fiscal Year**

---

<u>AGENCY NAME</u>	<u>PROGRAM NAME</u>	<u>FEDERAL CATALOG</u>	<u>PAGE</u>	<u>EN</u>
	No Findings Noted			